

MOR-1 UNITED STATES BANKRUPTCY COURT
CASE NAME HouTex Builders LLC PETITION DATE 8/23/2018
CASE NUMBER 18-34658 DISTRICT OF TEXAS Southern
PROPOSED PLAN DATE Division Houston

MONTHLY OPERATING REPORT SUMMARY FOR MONTH June *												YEAR 2020											
MONTH	September	October	November	December	January	February	March	April	May	June	July	August	September	October	November	December	January	February	March	April	May	June	
REVENUE (AMOUNT)	0.00	0.00	0.00	2,575,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2,400,000.00	0.00	0.00	0.00	0.00	0.00	0.00	
EXPENSES (AMOUNT)	-1,501.74	-5,389.89	-2,295.93	-23,372.97	-7,173.89	-8,762.31	-24,264.85	-21,975.63	-3,413.74	-7,258.49	-1,341.31	-1,602.78	-506.43	-10,607.91	-4,662.81	-554,785.87	0.00	-875.00	0.00	-53,512.52	0.00	0.00	
NET INCOME (LOSS) (AMOUNT)	-1,502.17	-5,412.23	-16,469.85	-27,300.31	-43,155.84	-41,576.10	-44,719.00	-49,173.58	-44,811.74	-7,246.48	-28,884.55	-21,153.76	-10,631.41	-30,353.74	-14,521.81	-832,041.96	+1,142.32	-2,040.82	-1,140.31	-54,617.99	-1,140.31	-35,644.53	
PAYMENTS TO CREDITORS (AMOUNT)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
PAYMENTS TO PROFESSIONALS (AMOUNT)	0.00	2,266.00	0.00	0.00	0.00	0.00	0.00	0.00	2,693.75	0.00	0.00	0.00	0.00	0.00	7,757.50	55,186.00	0.00	0.00	0.00	51,375.57	0.00	0.00	
TOTAL (AMOUNT) (AMOUNT)	1,501.74	5,389.89	23,157.74	22,068.00	44,752.46	41,723.36	64,069.21	86,550.09	42,130.02	13,320.49	27,271.69	20,110.05	8,523.52	19,211.41	13,416.34	55,308.00	0.00	975.00	0.00	53,512.52	0.00	24,539.00	

*This monthly operating report includes all amounts from the Petition Date through August 31, 2019

REQUIRED INSURANCE MAINTAINED		EXP. DATE	
AS OF SIGNATURE DATE			
CASUALTY	YES () NO (X)		
LIABILITY	YES () NO (X)		
VEHICLE	YES () NO (X)		
WORKERS	YES () NO (X)		
OTHER	YES () NO (X)		

Are all accounts receivable being collected within terms? ☒ Yes ☐ No

Are all post-petition liabilities, including taxes, being paid within terms? ☒ Yes ☐ No

Have any pre-petition liabilities been paid? ☒ Yes ☐ No

If so, describe: _____

Are all funds received being deposited into Off Bank accounts? ☒ Yes ☐ No

Were any assets disposed of outside the normal course of business? ☒ Yes ☐ No

If so, describe: _____

Are all U.S. Trustee Quarterly Fee Payments current? ☒ Yes ☐ No

What is the status of your Plan of Reorganization? _____

ATTORNEY NAME: Charles Rubio
FIRM NAME: Diamond McCarthy LLP
ADDRESS: 808 Fannin Street, 37th Floor
CITY STATE ZIP: Houston, Texas 77010
TELEPHONE FAX: 713-333-5100

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SIGNED: Charles Foster
(Print Name of Signatory) DATE

7-27-20

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

COMPARATIVE BALANCE SHEETS

ASSETS	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June
CURRENT ASSETS												
Cash	1,264.70	151,451.15	151,918.63	132,707.22	119,290.88	569,101.66	569,101.66	568,126.66	568,126.66	514,614.14	514,614.14	490,075.08
Accounts Receivable, Net												
Inventory: Lower of Cost or Market												
Prepaid Expenses	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investments												
Other												
TOTAL CURRENT ASSETS	1,264.70	151,451.15	151,918.63	132,707.22	119,290.88	569,101.66	569,101.66	568,126.66	568,126.66	514,614.14	514,614.14	490,075.08
PROPERTY, PLANT & EQUIP. @ COST												
Less Accumulated Depreciation												
NET BOOK VALUE OF PP & E	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OTHER ASSETS												
1. Tax Deposits												
2. Investments in Subsidiaries												
3. Electric Deposit*	200.00	200.00	200.00	200.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Real property*	3,138,006.72	3,138,006.72	3,138,006.72	3,138,006.72	3,138,006.72	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL ASSETS	\$3,139,471.42	\$3,289,657.87	\$3,290,125.35	\$3,270,913.94	\$3,257,497.60	\$569,101.66	\$569,101.66	\$568,126.66	\$568,126.66	\$514,614.14	\$514,614.14	\$490,075.08

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CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June
LIABILITIES													
POST-PETITION LIABILITIES(MOR-4)	256,381.92	271,870.96	443,211.19	454,310.08	455,452.40	456,557.87	457,700.19	458,842.51	459,911.13	461,053.45	462,158.92	463,301.24	464,406.71
PRE-PETITION LIABILITIES													
Notes Payable - Secured	3,139,200.44	3,139,200.44	3,139,200.44	3,139,200.44	3,139,200.44	3,139,200.44	1,272,204.14	1,272,204.14	1,272,204.14	1,272,204.14	1,272,204.14	1,272,204.14	1,272,204.14
Priority Debt													
Federal Income Tax													
FICA/Withholding													
Unsecured Debt	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04	540,340.04
Other - Option fee	500.00	500.00	500.00	500.00	500.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL PRE-PETITION LIABILITIES	3,680,040.48	3,680,040.48	3,680,040.48	3,680,040.48	3,680,040.48	3,680,040.48	1,812,544.18	1,812,544.18	1,812,544.18	1,812,544.18	1,812,544.18	1,812,544.18	1,812,544.18
TOTAL LIABILITIES	3,936,422.40	3,951,911.44	4,123,251.67	4,134,350.56	4,135,492.88	4,136,598.35	2,270,244.37	2,271,386.69	2,272,455.31	2,273,597.63	2,274,703.10	2,275,845.42	2,276,950.89
OWNER'S EQUITY (DEFICIT)													
PREFERRED STOCK													
COMMON STOCK													
ADDITIONAL PAID-IN CAPITAL	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48	-386,665.48
RETAINED EARNINGS: Filing Date													
RETAINED EARNINGS: Post Filing Date	-398,889.99	-425,774.54	-446,928.32	-457,559.73	-477,913.46	-492,435.27	-1,314,477.23	-1,315,619.55	-1,317,663.17	-1,319,947.81	-1,373,423.48	-1,374,565.80	-1,400,210.33
TOTAL OWNER'S EQUITY (NET WORTH)	-785,555.47	-812,440.02	-833,593.80	-844,225.21	-864,578.94	-879,100.75	-1,701,142.71	-1,702,285.03	-1,704,328.65	-1,706,613.29	-1,760,088.96	-1,761,231.28	-1,786,875.81
TOTAL LIABILITIES & OWNERS EQUITY	\$3,150,866.93	\$3,139,471.42	\$3,289,657.87	\$3,290,125.35	\$3,270,913.94	\$3,257,497.60	\$569,101.66	\$569,101.66	\$568,126.66	\$566,984.34	\$514,614.14	\$514,614.14	\$490,075.08

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CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

SCHEDULE OF POST-PETITION LIABILITIES

	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June
TRADE ACCOUNTS PAYABLE														
TAX PAYABLE														
Federal Payroll Taxes														
State Payroll Taxes														
Ad Valorem Taxes														
Other Taxes														
TOTAL TAXES PAYABLE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
SECURED DEBT POST-PETITION														
ACCRUED INTEREST PAYABLE														
ACCRUED PROFESSIONAL FEES*														
OTHER ACCRUED LIABILITIES														
1. Accrued interest on DIP Financing	2,576.62	3,176.17	3,838.65	4,882.38	5,981.27	7,123.59	8,229.06	9,371.38	10,513.70	11,582.32	12,724.64	13,830.11	14,972.43	16,077.90
2. Dip financing	243,151.35	243,151.35	268,032.31	438,328.81	448,328.81	448,328.81	448,328.81	448,328.81	448,328.81	448,328.81	448,328.81	448,328.81	448,328.81	448,328.81
3. Insurance payable	11,376.45	10,054.40	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL POST-PETITION LIABILITIES (MOR-3)	\$257,104.42	\$256,381.92	\$271,870.96	\$443,211.19	\$454,310.08	\$455,452.40	\$456,557.87	\$457,700.19	\$458,842.51	\$459,911.13	\$461,053.45	\$462,158.92	\$463,301.24	\$464,406.71

*Payment requires Court Approval
MOR-4

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

AGING OF POST-PETITION LIABILITIES

MONTH

May

DAYS	TOTAL	TRADE ACCOUNTS	FEDERAL TAXES	STATE TAXES	AD VALOREM, OTHER TAXES	Other
0-30	1,105.47					1,105.47
31-60	1,142.32					1,142.32
61-90	1,105.47					1,105.47
91+	461,053.45					461,053.45
TOTAL	\$464,406.71	\$0.00	\$0.00	\$0.00	\$0.00	\$464,406.71

AGING OF ACCOUNTS RECEIVABLE

MONTH						
0-30 DAYS						
31-60 DAYS						
61-90 DAYS						
91+ DAYS						
TOTAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

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CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

STATEMENT OF INCOME (LOSS)

	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	FILING TO DATE
REVENUES (MOR-1)								2,400,000.00							4,975,000.00
TOTAL COST OF REVENUES								2,899,307.97							5,493,342.75
GROSS PROFIT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	-499,307.97	0.00	0.00	0.00	0.00	0.00	0.00	-518,342.75
OPERATING EXPENSES:															
Selling & Marketing		-12,000.00													-12,000.00
General & Administrative	1,275.33	2,603.10	1,415.73	1,602.78	962.32	1,875.41	1,215.18	212.00							78,865.93
Insiders Compensation															0.00
Professional Fees						7,757.50		55,186.00				51,375.57			119,278.82
Insurance	2,138.41	2,138.41	-1,049.62		-455.89		3,467.63					1,161.95			19,143.57
Trustee fees			975.00			975.00				975.00		975.00			6,175.00
TOTAL OPERATING EXPENSES	3,413.74	-7,258.49	1,341.11	1,602.78	506.43	10,607.91	4,682.81	55,398.00	0.00	975.00	0.00	53,512.52	0.00	0.00	211,463.32
INCOME BEFORE INT, DEPR/TAX (MOR-1)	-3,413.74	7,258.49	-1,341.11	-1,602.78	-506.43	-10,607.91	-4,682.81	-554,705.97	0.00	-975.00	0.00	-53,512.52	0.00	0.00	-729,806.07
INTEREST EXPENSE	41,398.00	10,004.89	25,543.44	19,551.00	10,124.98	9,745.82	9,839.00	267,335.99	1,142.32	1,068.62	1,142.32	1,105.47	1,142.32	25,644.53	670,404.26
DEPRECIATION															0.00
OTHER (INCOME) EXPENSE*															0.00
OTHER ITEMS**															0.00
TOTAL INT, DEPR & OTHER ITEMS	41,398.00	10,004.89	25,543.44	19,551.00	10,124.98	9,745.82	9,839.00	267,335.99	1,142.32	1,068.62	1,142.32	1,105.47	1,142.32	25,644.53	670,404.26
NET INCOME BEFORE TAXES	-44,811.74	-2,746.40	-26,884.55	-21,153.78	-10,631.41	-20,353.73	-14,521.81	-822,041.96	-1,142.32	-2,043.62	-1,142.32	-54,617.99	-1,142.32	-25,644.53	-1,400,210.33
FEDERAL INCOME TAXES															0.00
NET INCOME (LOSS) (MOR-1)	(\$44,811.74)	(\$2,746.40)	(\$26,884.55)	(\$21,153.78)	(\$10,631.41)	(\$20,353.73)	(\$14,521.81)	(\$822,041.96)	(\$1,142.32)	(\$2,043.62)	(\$1,142.32)	(\$54,617.99)	(\$1,142.32)	(\$25,644.53)	(\$1,400,210.33)

Accrual Accounting Required, Otherwise Footnote with Explanation.

* Footnote Mandatory.

** Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

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CASE NAME: HouTex Builders LLC

CASE NUMBER: 18-34658

CASH RECEIPTS AND DISBURSEMENTS	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	FILING TO DATE
1. CASH-BEGINNING OF MONTH	\$4,485.92	\$3,655.43	\$1,264.70	\$151,451.15	\$151,918.63	\$132,707.22	\$119,290.88	\$569,101.66	\$569,101.66	\$568,126.66	\$568,126.66	\$514,614.14	\$514,614.14	\$0.00
RECEIPTS:														
2. CASH SALES														0.00
3. COLLECTION OF ACCOUNTS RECEIVABLE														0.00
4. LOANS & ADVANCES (attach list)***		24,880.96	170,296.50	10,000.00										448,328.81
5. SALE OF ASSETS							505,120.28							654,906.78
6. OTHER (attach list)****	12,500.00													14,788.92
TOTAL RECEIPTS**	12,500.00	24,880.96	170,296.50	10,000.00	0.00	0.00	505,120.28	0.00	0.00	0.00	0.00	0.00	0.00	1,118,024.51
(Withdrawal) Contribution by Individual Debtor MFR-2*														0.00
DISBURSEMENTS:														
7. NET PAYROLL														0.00
8. PAYROLL TAXES PAID														0.00
9. SALES, USE & OTHER TAXES PAID														50.00
10. SECURED/RENTAL/LEASES														0.00
11. UTILITIES & TELEPHONE	798.10	531.73	1,440.78	567.37	927.41	289.32	111.50							8,957.10
12. INSURANCE	1,322.05			-455.89		3,467.63					1,161.95			21,675.39
13. INVENTORY PURCHASES														0.00
14. INTEREST EXPENSES	9,405.34	24,880.96	18,507.27	9,026.09	8,603.50	8,733.53							24,539.06	404,285.69
15. TRAVEL & ENTERTAINMENT														0.00
16. REPAIRS, MAINTENANCE & SUPPLIES	1,805.00	875.00	150.00	300.00	948.00	925.86	12.00							67,132.48
17. ADMINISTRATIVE & SELLING		9.00	12.00	94.95										394.95
18. OTHER (attach list)														0.00
TOTAL DISBURSEMENTS FROM OPERATIONS	13,330.49	26,296.69	20,110.05	9,532.52	10,478.91	13,416.34	123.50	0.00	0.00	0.00	1,161.95	0.00	24,539.06	502,495.61
19. PROFESSIONAL FEES					7,757.50		55,186.00				51,375.57			119,278.82
20. U.S. TRUSTEE FEES		975.00			975.00				975.00		975.00			6,175.00
21. OTHER REORGANIZATION EXPENSES (attach list)														0.00
TOTAL DISBURSEMENTS**	13,330.49	27,271.69	20,110.05	9,532.52	19,211.41	13,416.34	55,309.50	0.00	975.00	0.00	53,512.52	0.00	24,539.06	627,949.43
22. NET CASH FLOW	-830.49	-2,390.73	150,186.45	467.48	-19,211.41	-13,416.34	449,810.78	0.00	-975.00	0.00	-53,512.52	0.00	-24,539.06	490,075.08
23. CASH - END OF MONTH (MOR-2)	\$3,655.43	\$1,264.70	\$151,451.15	\$151,918.63	\$132,707.22	\$119,290.88	\$569,101.66	\$569,101.66	\$568,126.66	\$568,126.66	\$514,614.14	\$514,614.14	\$490,075.08	\$490,075.08

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* Applies to Individual debtors only

**Numbers for the current month should balance (match)

*** Advance from Charles Foster

**** January - Refund from construction vendor on home sold in prior month

**** May - Refund of prepaid insurance

**** June - 12,000 return of escrow from sale of asset prior to bankruptcy and 500 option fee

RECEIPTS and CHECKS/OTHER DISBURSEMENTS lines on MOR-1

CASE NAME: HouTex Builders LLC
CASE NUMBER: 18-34658

CASH ACCOUNT RECONCILIATION
MONTH OF June

BANK NAME	Frost Bank				
ACCOUNT NUMBER	#*****6345	#	#		
ACCOUNT TYPE	OPERATING	PAYROLL	TAX	OTHER FUNDS	TOTAL
BANK BALANCE	514,614.14				\$514,614.14
DEPOSITS IN TRANSIT					\$0.00
OUTSTANDING CHECKS	24,539.06				\$24,539.06
ADJUSTED BANK BALANCE	\$490,075.08	\$0.00	\$0.00	\$0.00	\$490,075.08
BEGINNING CASH - PER BOOKS	514,614.14				\$514,614.14
RECEIPTS*					\$0.00
TRANSFERS BETWEEN ACCOUNTS					\$0.00
(WITHDRAWAL) OR CONTRIBUTION BY INDIVIDUAL DEBTOR MFR-2					\$0.00
CHECKS/OTHER DISBURSEMENTS*	24,539.06				\$24,539.06
ENDING CASH - PER BOOKS	\$490,075.08	\$0.00	\$0.00	\$0.00	\$490,075.08

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*Numbers should balance (match) TOTAL RECEIPTS and
TOTAL DISBURSEMENTS lines on MOR-7

CASE NAME: HouTex Builders LLC

CASE NUMBER: 18-34658

PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals.

Also, for insiders, identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary)

INSIDERS: NAME/COMP TYPE	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June
1.																
2.																
3.																
4.																
5.																
6.																
TOTAL INSIDERS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

PROFESSIONALS	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June
1. Schmuck, Smith, Tees & Co PC		2,693.75	0.00	0.00	0.00	0.00	0.00	7,757.50	0.00	0.00	0.00	0.00	0.00	1,953.50	0.00	0.00
2. Diamond McCarthy LLP										55,186.00	0.00	0.00	0.00	49,422.07	0.00	0.00
3.																
4.																
5.																
6.																
TOTAL PROFESSIONALS (MOR-1)	\$0.00	\$2,693.75	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$7,757.50	\$0.00	\$55,186.00	\$0.00	\$0.00	\$0.00	\$51,375.57	\$0.00	\$0.00

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